

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1977-01
Bill No.: HB 925
Subject: Elementary and Secondary Education: Teachers
Type: Original
Date: May 29, 2001

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
General Revenue	\$0	(\$10,218,348)	(\$10,213,598)
After School Retreat Grant Program Fund	\$0	\$0	\$0
Total Estimated Net Effect on <u>All</u> State Funds	\$0	Not in Excess of (\$10,218,348)	Not in Excess of (\$10,213,598)

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
School Districts	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Elementary and Secondary Education (DESE)** stated they would require 1.0 FTE Supervisor and 1.0 FTE Administrative Assistant to establish grant criteria, provide copies of criteria to all school districts, promulgate grant application forms, review proposals, award grants, and administer the program. Cumulative costs to develop grant application forms, print copies of criteria and distribute to school districts, and acquire grant reader services should be less than \$100,000.

Officials from the **Office of the State Treasurer** stated there would be no fiscal impact to their agency.

This bill creates an After School Retreat Grant Program and Fund. Officials with the **Office of Secretary of State (SOS)** assume the Department of Elementary and Secondary Education will promulgate rules to implement this bill. Based on experience with other divisions, the rules, regulations and forms issued by the Department of Elementary and Secondary Education could require as many as approximately 8 pages in the *Code of State Regulations*. For any given rule, roughly half again as many pages are published in the *Missouri Register* as in the Code because cost statements, fiscal notes and the like are not repeated in Code. These costs are estimated. The estimated cost of a page in the Missouri Register is \$23.00. The estimated cost of a page in the *Code of State Regulations* is \$27.00. The actual costs could be more or less than the numbers given. The impact of this legislation in future years is unknown and depends upon the frequency and length of rules filed, amended, rescinded and withdrawn.

Oversight assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could request funding through the appropriation process. Any decisions to raise fees to defray costs would likely be made in subsequent fiscal years.

<u>FISCAL IMPACT - State Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
GENERAL REVENUE			
<u>Cost</u> - Department of Elementary and Secondary Education (DESE)			
Salaries	\$0	(\$77,145)	(\$79,074)
Fringe Benefits	\$0	(\$25,712)	(\$26,355)
Equipment and Expense	<u>\$0</u>	<u>(\$15,491)</u>	<u>(\$8,169)</u>
Total Administrative <u>Costs</u>	\$0	(\$118,348)	(\$113,598)

<u>FISCAL IMPACT - State Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
<u>Cost</u> - Appropriation to the After School Retreat Grant Program and Fund		(\$10,000,000)	(\$1,000,000)
<u>Other Fund Costs</u> - Develop grant forms, provide copies of criteria to school districts, grant readers		Less than (\$100,000)	Less than (\$100,000)

ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>\$0</u>	<u>Not in Excess of (\$10,218,348)</u>	<u>Not in Excess of (\$10,213,598)</u>
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**AFTER SCHOOL RETREAT
GRANT PROGRAM FUND**

<u>Income</u> - DESE	\$0	\$10,000,000	\$10,000,000
Appropriation from General Revenue			
<u>Cost</u> - DESE	<u>\$0</u>	<u>(\$10,000,000)</u>	<u>(\$10,000,000)</u>
After School Retreat Grants			

ESTIMATED NET EFFECT ON AFTER SCHOOL RETREAT GRANT PROGRAM FUND	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
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SCHOOL DISTRICTS

<u>Income</u> - After School Retreat Grants	\$0	\$10,000,000	\$10,000,000
<u>Cost</u> - After School Retreat Grant Program	<u>\$0</u>	<u>(\$10,000,000)</u>	<u>(\$10,000,000)</u>

ESTIMATED NET EFFECT ON SCHOOL DISTRICTS	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

Beginning with the 2002-2003 school year, this bill establishes a competitive grant program for development of after-school programs with educational content. The Department of Elementary and Secondary Education will establish criteria for the award of grants, with preference given to districts having a higher percentage of at-risk students. The bill requires that the General Assembly make an annual \$10 million appropriation for school year 2002-2003 and the three following school years. If the amount appropriated, along with other available funds for the grants, is not sufficient to fund all approved grants, the grant amounts will be prorated.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Elementary and Secondary Education
Office of Secretary of State
Administrative Rules Division
Office of State Treasurer



Jeanne Jarrett, CPA
Director

May 29, 2001